GOVERNMENT OF INDIA
DEFENCE
LOK SABHA

UNSTARRED QUESTION NO:5244
ANSWERED ON:27.04.2000
QUANTITATIVE DISCOUNT TO C.S.D. CANTEENS
JAI PRAKASH

Will the Minister of DEFENCE be pleased to state:

(a) whether the Canteen Stores Department (CSD) has been giving some amount as Quantitative Discount (QD) to various Defence Unit Run Canteens (URCs);

(b) if so, the criteria followed and the purpose of paying such amount;

(c) the amount of Quantitative Discount paid to the AHQ(CSD) Canteen, New Delhi during the last three years;

(d) whether the CSD has received any complaint against Managing Committee of the AHQ Canteen regarding misuse of funds earmarked for certain purpose; and

(e) if so, the action taken thereon?

Answer

MINISTER OF DEFENCE (SHRI GEORGE FERNANDES)

(a) to (e): A statement is annexed.

STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (e) OF LOK SABHA UNSTARRED QUESTION NO. 5244 27.4.2000.

Presently, Unit Run Canteen (URCs) are given `Quantitative Discount` by Canteen Stores Department (C.S.D.) at the rate of 3.5% o the value of specified stores purchased by them during the year. Quantitative Discount is allowed as a part of terms of trade, primarily to cover certain trade losses suffered by URCs and secondly to provide some funds for their betterment and also for welfare activities of the units. It also encourages units to purchase goods from the Canteen Stores Department and not from outside agencies.This discount is given in the form of stores and not in cash.

The amount of Quantitative Discount paid to the Army Headquarters (AHQ) C.S.D. Canteen, New Delhi during the last three years is as under:-

(In Rupees)

(i) 1996-97	43,57,245.00
(ii) 1997-98	52,63,751.00
(iii) 1998-99	47,07,100.00

No complaint against Managing Committee of the AHQ Canteen regarding misuse of funds, earmarked for certain purposes has been received.